

A vertical graphic strip on the left side of the slide. It contains three images: a bright sun in a blue sky, a close-up of white clouds, and an offshore oil platform on the ocean. The word "TRANSFORMATION" is written in white, all-caps, sans-serif font across the middle of this strip.

TRANSFORMATION

Offshore Minerals Management E-Government Transformation Program

A vertical graphic strip on the left side of the slide. It contains two images: a close-up of a crane's lattice structure and a large offshore oil platform on the ocean. The word "strategies" is written in a white, lowercase, serif font across the middle of this strip.

strategies

A vertical graphic strip on the left side of the slide. It contains two images: two workers in hard hats looking at a document, and a close-up of a textured surface. The word "INSIGHTS" is written in white, all-caps, sans-serif font across the middle of this strip.

INSIGHTS

Industry Briefing
New Orleans: December 3, 2002
Houston: December 5 & 6, 2002

Topics to be Addressed

- What is OMM's e-Gov Transformation Project?
- Why change is needed
- Early input from industry
- A look at our future operating environment
- How we'll make it happen
- Continuing role for industry

OCS Connect...

"the next generation for Offshore Minerals Management"

- Multi-phased transformation to dramatically reform and streamline business operations by 2008
- Online service delivery increases 'connectedness' with customers: industry, citizens and government agencies
- Consistent with Administration's Management Reform Agenda
- Internal and external benefits

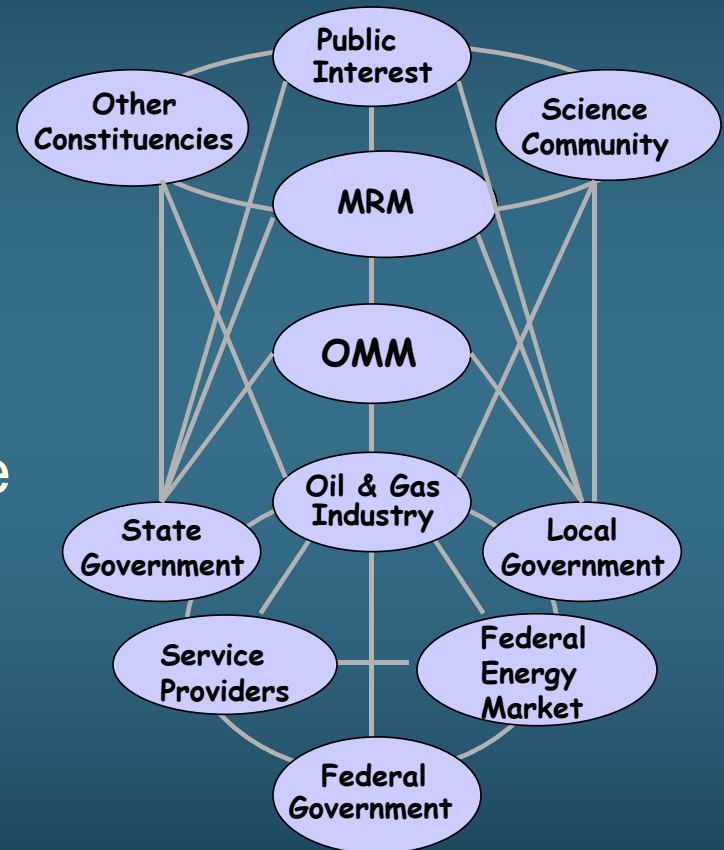
**"The Federal Government has lagged behind the private sector in using technology to improve customer services...[President Bush] has made e-Government one of 5 management priorities."
-- Vice President Cheney**

Why change is needed

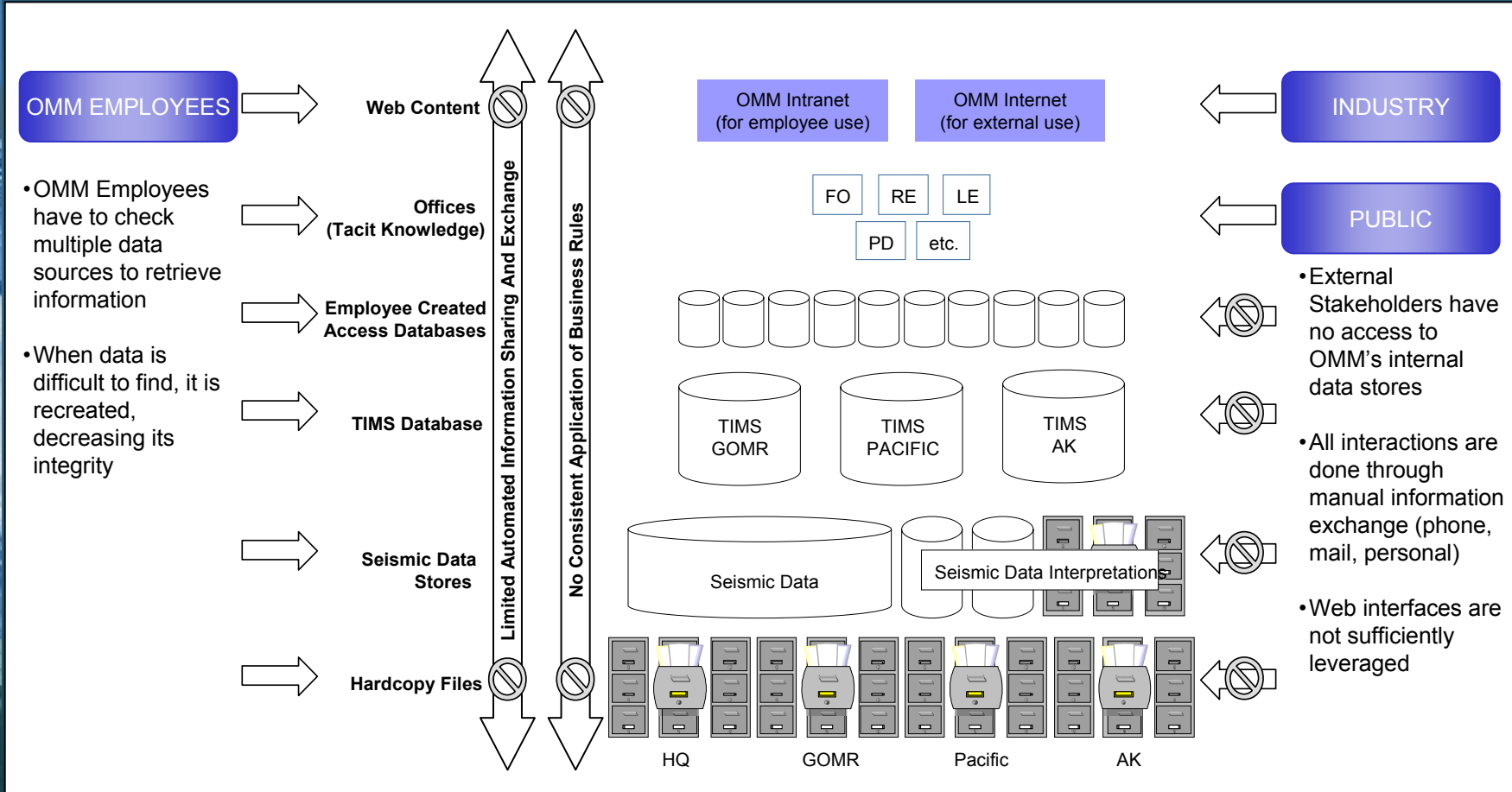
- Need to respond to tightening energy supply and global competition for E&P funds
- Need flexibility to address increasing complexity of business operations and technologies
- Current highly fragmented “stove-piped” architecture
- Existing inefficient, poorly documented business processes

Why change is needed (cont'd)

- Increasing workload
- Increasing need for data & sophisticated technical analysis
- Multiple stakeholders
- OMM must equip it's workforce with the processes, tools, and technologies they need to successfully perform

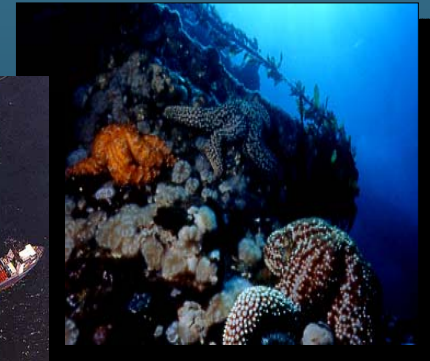
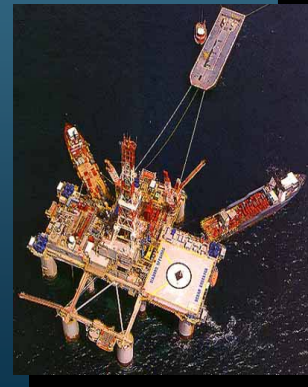


Current architecture doesn't effectively allow OMM to meet stakeholder needs



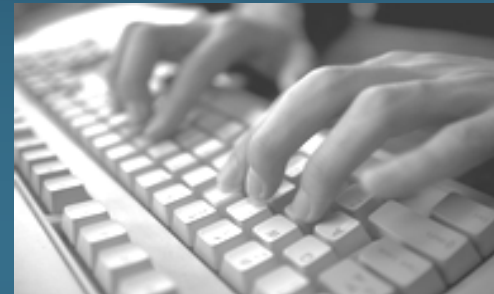
Early Input from Industry

- Reduce redundancies in processes, forms, and data
- Develop more efficient, customer oriented processes
- Automate key processes
- Incorporate industry best practices
- Decrease cycle times
- Increase services



Objective – Better Service for Customers through e-Government ...

Industry ... enters a single portal to conduct online transactions (e.g. plan review and approval), resulting in time and cost savings



Citizens ... enter a single portal that delivers customized user-friendly information

Gov't Agencies ... share common data exchange standards and future applications

MMS ... spends less time processing paper applications and data and more time responding to customer's expanding requests and analysis

Long Term Benefits to Stakeholders



Industry

- Decreased cycle time for industry requests
- Decreased reporting burden
- Ability to track status of applications and certainty in agency actions
- Improved sharing of information regarding regulations
- Ability to submit plans and permit requests electronically for faster response times with real-time access to information, forms and request status
- Enhanced, secure access
- Push technology will enable O&G Partners to receive timely, relevant and useful information
- OMM staff will efficiently reuse information provided - Submit once, OMM use many times



Citizens

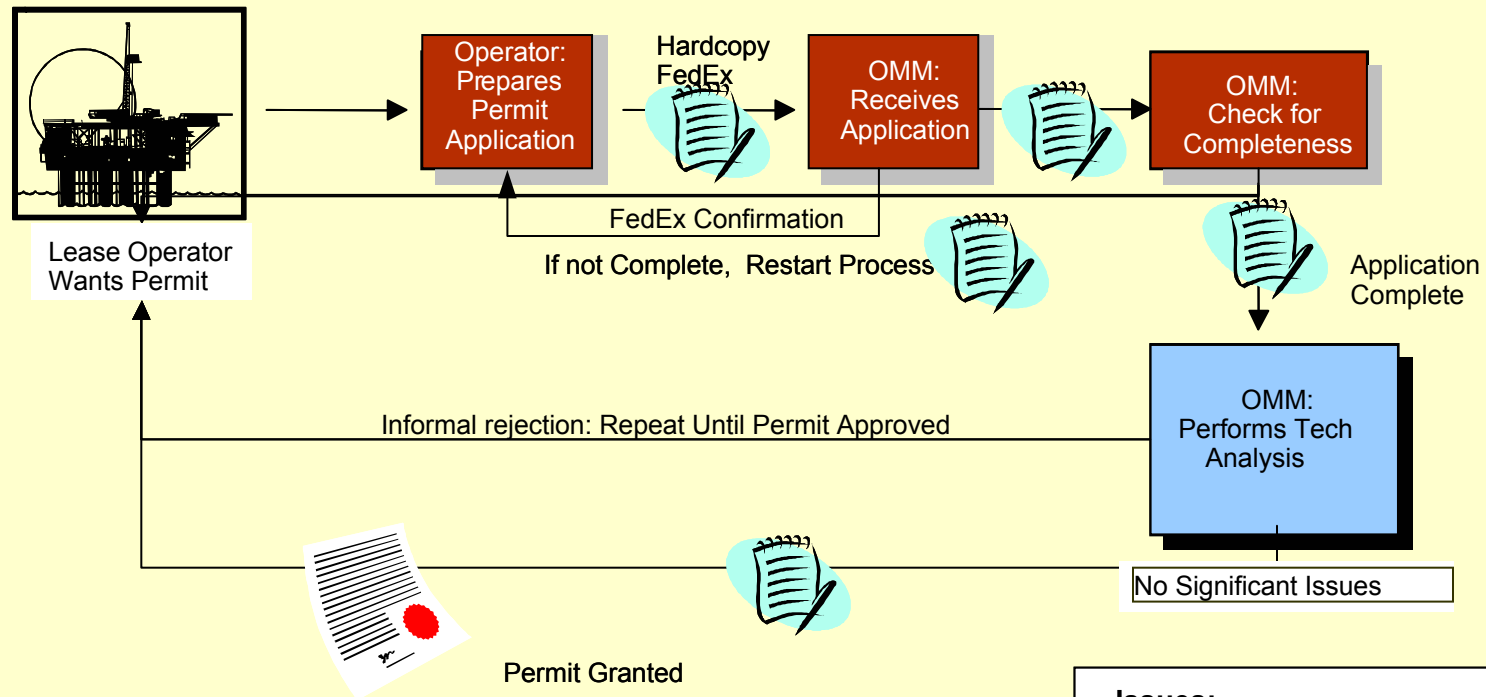
- Reduced effort to obtain government information and services
- Facilitated access to information about upcoming lease sales, environmental impact statements, regulations, etc.
- Customized service for inquiries and requests for FOIA and Public Information
- Transparent, timely, inexpensive and secure transactions
- Push technology will enable citizens to receive timely information about topics of interest



Govt Agencies

- Improved level of service and interaction
- More partnering along the way, promoting consistent message
- Sharing of appropriate and relevant data with other agencies to reduce data collection efforts and burdens placed on industry

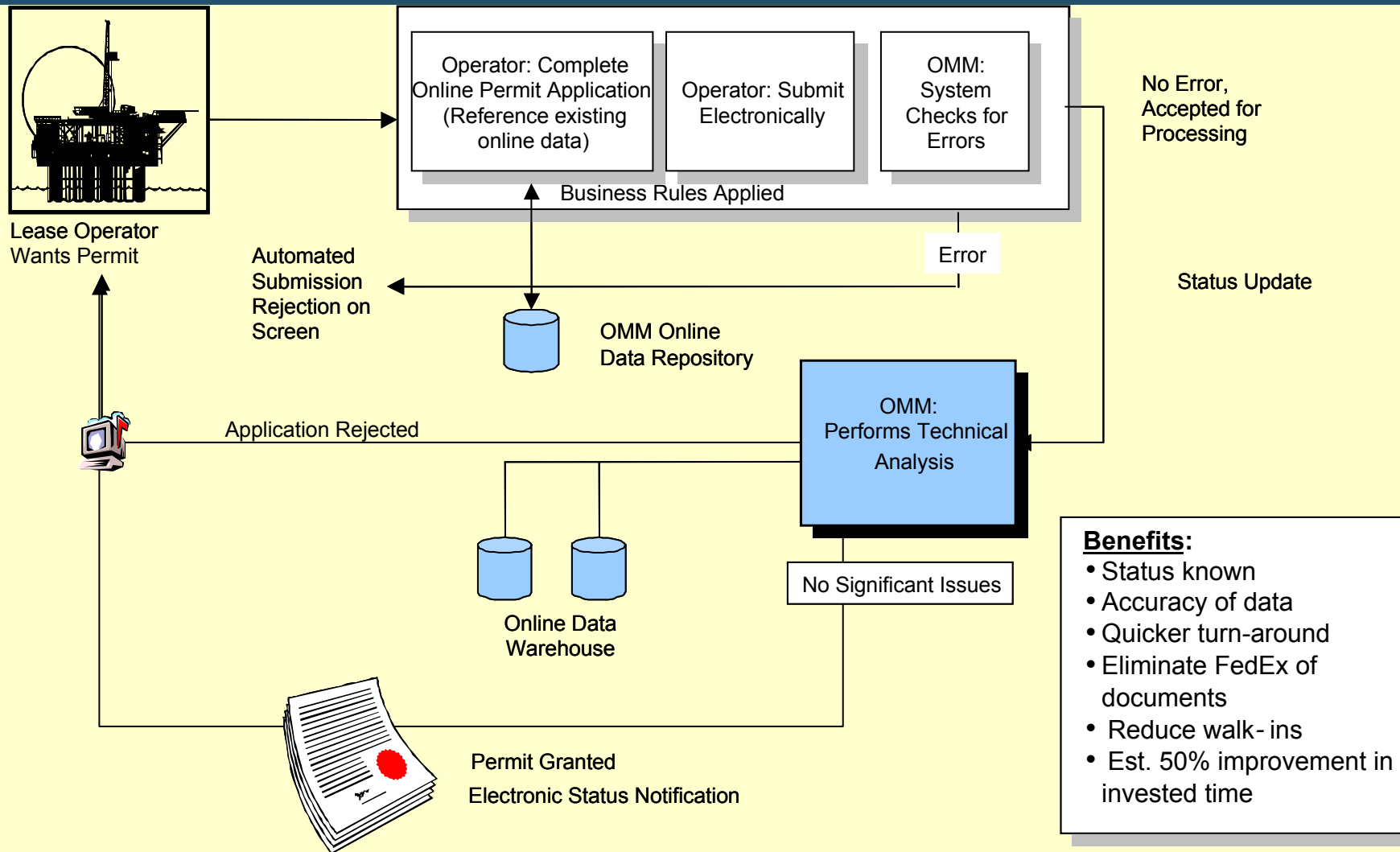
To Illustrate an Anticipated Change, the Current Permitting Process Looks Like This:



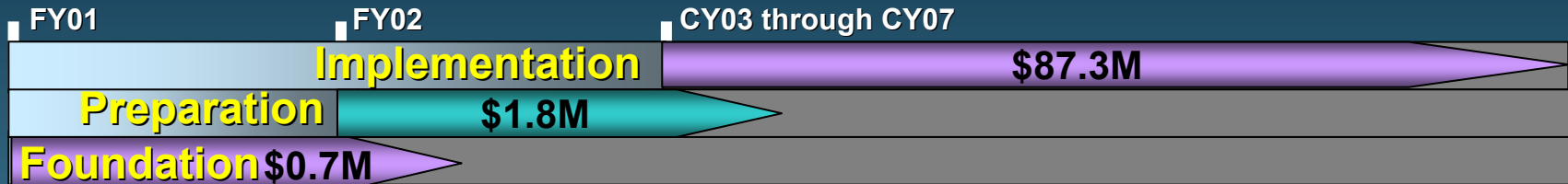
Issues:

- Manual and paper intensive process
- Redundancy in information submission
- Slow process encourages over-submission

The *Future* Permitting Process is Envisioned as This:



What has been accomplished to date and what lies ahead



- Business Case & Capital Plan
- Foundational Study
- Implementation Planning

- Program Management Office
- Implementation Planning
- BPR Sequencing
- Data Modeling
- Security Architecture
- CONOPS
- Performance Measures
- Communications Plan
- Enterprise Architecture

Near-term

- Re-engineering OMM Business Processes
- Pilot Projects

Full Term

Complete Business Functionality by 2008

Ongoing

e-Gov Enhancements

- online rulemaking
- online public commenting
- online applications and reports
- online plans and permits tracking
- online access to studies/data

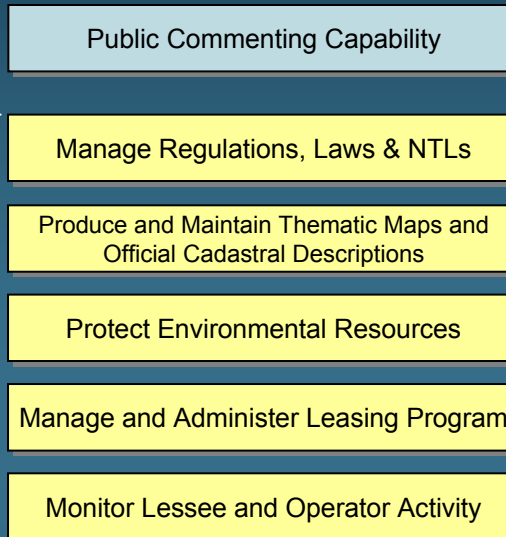
*** SECURITY ***

Sequence of Business Process Reengineering

The first five Process Clusters encompass a nucleus of capabilities that need to be addressed early

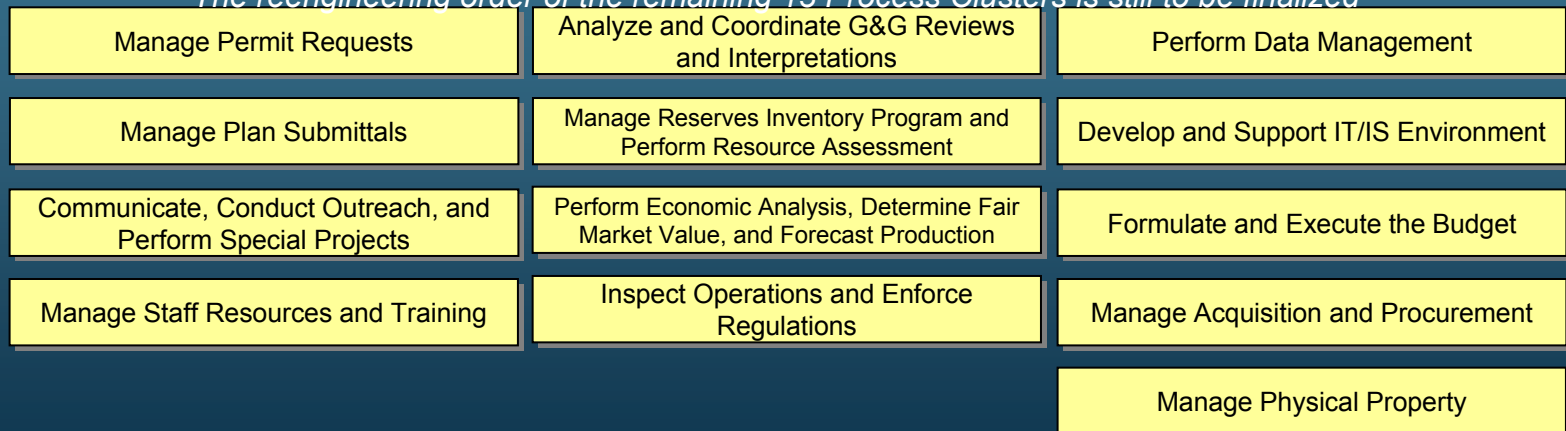
Once this core group has been reengineered, the remaining Clusters can be reengineered in greater frequency due to:

- Increased experience
- Expected increase in funding
- The technology foundation being in place



The first two Process Clusters will be reengineered in 2003

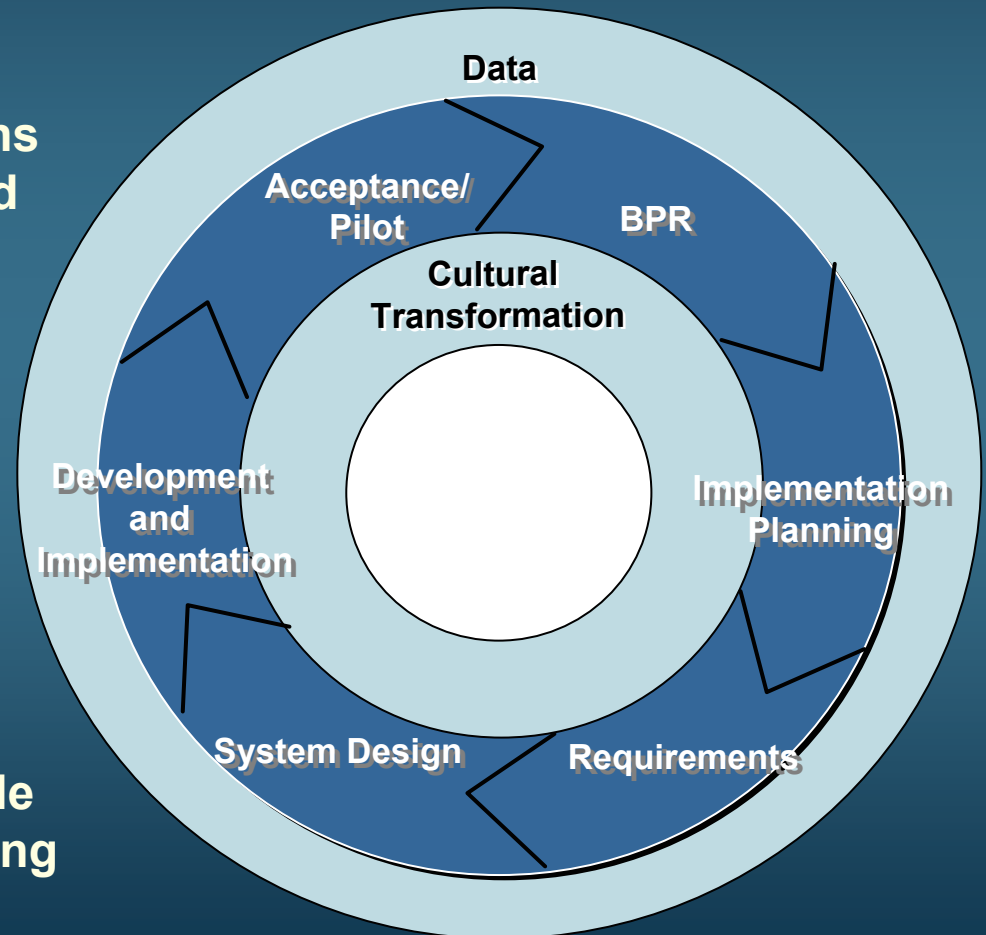
The reengineering order of the remaining 13 Process Clusters is still to be finalized



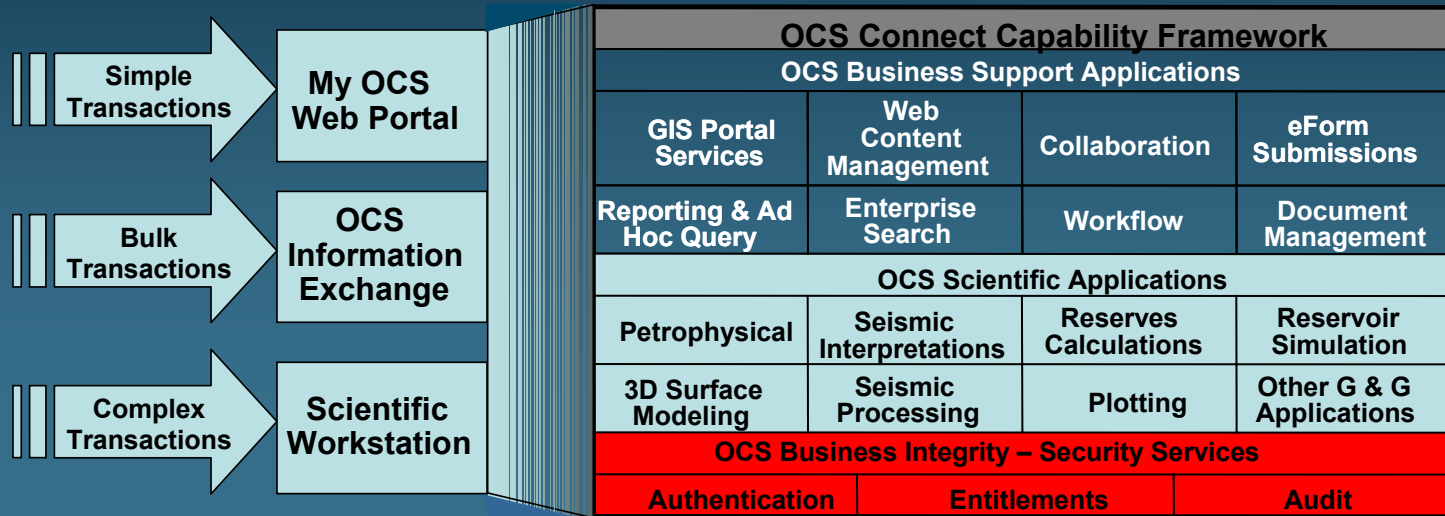
Phase 3 Timeline

The e-Gov transformation will follow an iterative and collaborative methodology

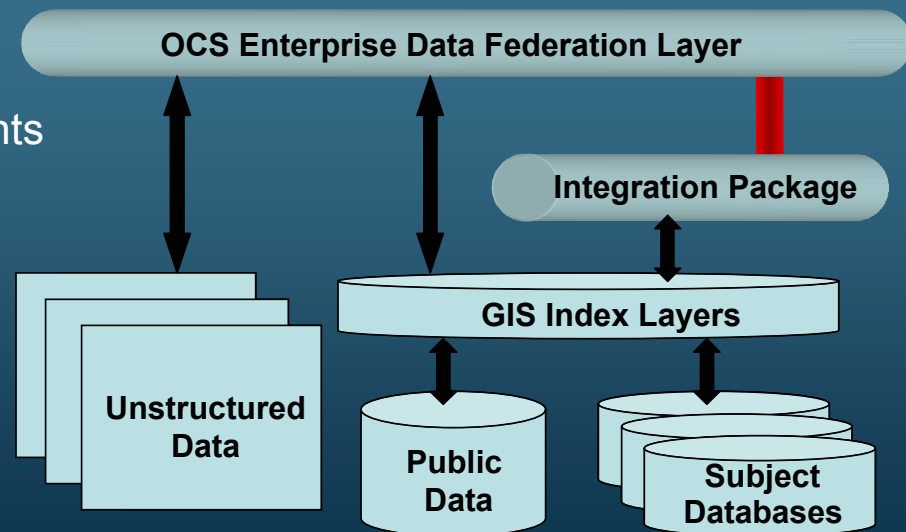
- Based on modular and incremental approach, allowing best-fit solutions to be identified, analyzed and refined
- Designed to deliver quick wins and drive long-term strategic change
- Designed to deliver low risk implementation while deploying best-fit enabling technologies



Proposed Functional Architecture



- Standards-based
- Leverages existing investments
- Secure, protecting sensitive, privacy, and proprietary information
- Scalable, extensible and accessible



Enterprise Data Considerations

Data Integration

- Exchange of data will utilize recognized standards such as ebXML
- Secure digital exchange of large data sets
- Allows OMM underlying data storage to be insulated from the data capture and data delivery environments, allowing for changes in data storage that may arise from scalability issues, security issues, etc.

Data Standards

- Data Standards will be leveraged and adopted where appropriate
 - POSC, PPDM, and PIDX will be considered
 - Where standards do not exist, OMM will take a leadership role to establish them
 - In order to minimize impact with industry, OMM will work to create data exchange standards that are flexible and heterogeneous

Continuing Role for Industry

OMM needs your continued assistance to help ensure our processes and technology are compatible with industry and other regulators, and to maximize benefits for everyone, e.g.:

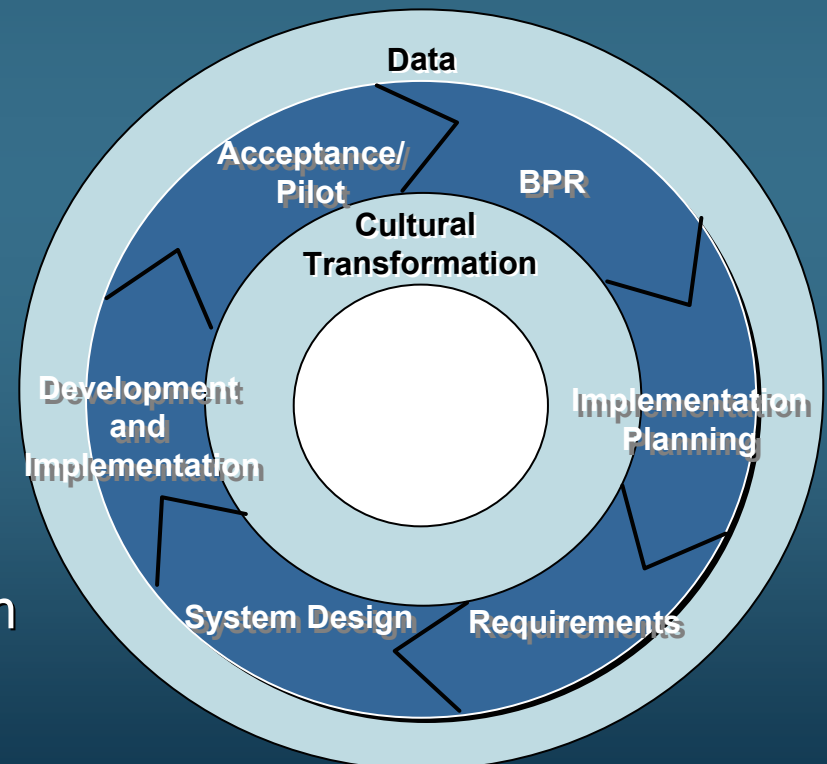
Pilot Projects

Best Practices

Subject Matter Expertise

Development of Standards

- PIDX, PPDM & POSC
- State and Federal collaboration
- Industry collaboration



Industry Informational Meetings

- Quarterly
- NTLs will be issued and notices posted on the Gulf of Mexico and OMM e-Gov websites
 - www.gomr.mms.gov
 - www.mms.gov/ommegov

OCS Connect – Contact Information

E-Gov Program Management Office

Gary Lore • Chief
gary.lore@mms.gov

Bill Cook • Deputy Chief, Business
bill.cook@mms.gov

(703) 787-1623
(703) 787-1708 (fax)

www.mms.gov/ommegov

Q&A



END

Pilot Projects for Early Wins

- Web-based Online Ordering System
- Pilot Project Ongoing:
Streamline the information collection process and operations for well drilling, completion, and workover operations on the OCS

Well Permit and Report System

- **MMS-123, Application for Permit to Drill**
- **MMS-123S, Supplemental APD Information**
- **MMS-124, Application for Permit to Modify**
- **MMS-125, End of Operations Report**
- **MMS-133, Well Activity Report**
- **MMS-144, Rig Move Notification**

Well Permitting and Reporting Pilot Project

- Enable operators to electronically submit applications to drill wells and submit activity reports
- Enable MMS to electronically receive, verify, and approve/accept all information related to drilling of wells
- Reduce cycle time for approvals
- Reduce reporting burden on industry
- Provide for immediate verification of data entry problems
- Provide industry and MMS ready and more timely access to complete inventory of required data submittals and status